### FORM D



# UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

#### FORM D

# NOTICE OF SALE OF SECURITIES PURSUANT TO REGULATION D, SECTION 4(6), AND/OR UNIFORM LIMITED OFFERING EXEMPTION

1387843

#### OMB APPROVAL

OMB Number:

Expires:

3235-0076 May 31, 2005

Estimated average burden

SEC USE ONLY						
Prefix		Serial				
	ATE RECEIVE	)				

Name of Offering ([ ]'check if this is an amend	ment and name has chang	ged, and indicate c	nange.)	•	
n <sup>2</sup> systems, Inc					
Filing Under (Check box(es) that apply):	[ ] Rule 504	[ ] Rule 505	[X] Rule 506	[ ]Section 4(6)	{ }ULOE
Type of Filing: [X] New Filing	[ ] Amendment				
	A. BASIC ID	ENTIFICATION	DATA	22200	
1. Enter the information requested about the	issuer				
Name of Issuer ([ ] check if this is an amendm	ent and name has change	ed, and indicate cha	ange.)		M NAME AND THE OWNER OF THE OWNER.
n <sup>2</sup> systems, Inc					7042798
Address of Executive Offices (	Number and Street, City,	State, Zip Code)	Telephone Number	(Incluà	·-,
7807 146th Place SE, Newcastle, WA 98059			(425) 356-7557		
Address of Principal Business Operations (	Number and Street, City,	State, Zip Code)	Telephone Number	(Including Area Cod	le) /
(if different from Executive Offices)					/
					<del>√ Proce</del> sse
Brief Description of Business					A LUOCE221
Provider of IT infrastructure products and s	ervices				1
Type of Business Organization			•		JAN 3 1 2007
[X] corporation	[ ] limited partnersh	ip, already formed		[ ] other (please sp	
[ ] business trust	[] limited partnersh	ip, to be formed			THOMSON
		Month Ye	ar		FINANCIAL
Actual or Estimated Date of Incorporation or O	rganization :	[11]	[06]	[X] Actual	[ ] Estimated
Jurisdiction of Incorporation or Organization:	(Enter two-lette	er U.S. Postal Serv	ice abbreviation for St	ate:	
·	CN for Canada	· FN for foreign in	risdiction)		fWA1

#### GENERAL INSTRUCTIONS

# Federal:

Who Must File: All issuers making an offering of securities in reliance on an exemption under Regulation D or Section 4(6), 17 CFR 230.501 et seq. or 15 U.S.C 77d(6).

When To File: A notice must be filed no later than 15 days after the first sale of securities in the offering. A notice is deemed filed with the U.S. Securities and Exchange Commission (SEC) on the earlier of the date it is received by the SEC at the address given below or, if received at that address after the date on which it is due, on the date it was mailed by United States registered or certified mail to that address.

Where to File: U.S. Securities and Exchange Commission, 450 Fifth Street, N.W., Washington, D.C. 20549.

Copies Required: Five (5) copies of this notice must be filed with the SEC, one of which must be manually signed. Any copies not manually signed must be photocopies of the manually signed copy or bear typed or printed signatures.

Information Required: A new filing must contain all information requested. Amendments need only report the name of the issuer and offering, any changes thereto, the information requested in Part C, and any material changes from the information previously supplied in Parts A and B. Part E and the Appendix need not be filed with the SEC.

Filing Fee: There is no federal filing fee.

# State:

This notice shall be used to indicate reliance on the Uniform Limited Offering Exemption (ULOE) for sales of securities in those states that have adopted ULOE and that have adopted this form. Issuers relying on ULOE must file a separate notice with the Securities Administrator in each state where sales are to be, or have been made. If a state requires the payment of a fee as a precondition to the claim for the exemption, a fee in the proper amount shall accompany this form. This notice shall be filed in the appropriate states in accordance with state law. The Appendix to the notice constitutes a part of this notice and must be completed.

#### ATTENTION

Failure to file notice in the appropriate states will not result in a loss of the federal exemption. Conversely, failure to file the appropriate federal notice will not result in a loss of an available state exemption unless such exemption is predicated on the filing of a federal notice.

# A. BASIC IDENTIFICATION DATA

- 2. Enter the information requested for the following:
  - Each promoter of the issuer, if the issuer has been organized within the past five years;
  - Each beneficial owner having the power to vote or dispose, or direct the vote or disposition, of, 10% or more of a class of equity securities of the issuer;
  - Each executive officer and director of corporate issuers and of corporate general and managing partners of partnership issuers; and
  - Each general and managing partner of partnership issuers.

Check Box(es) that Apply:	[ ] Promoter [X] Beneficial Owner	[X] Executive Officer	[X] Director
	[ ] General and/or Managing Partner	[A] Executive Officer	[A] Director
Full Name (Last name first, if ind	lividual)		
Alvarez, Harnan			
	Number and Street, City, State, Zip Code)		
	h Place SE, Newcastle, WA 98059		
Check Box(es) that Apply:	[ ] Promoter [X] Beneficial Owner [ ] General and/or Managing Partner	[X] Executive Officer	[X] Director
Full Name (Last name first, if ind	lividual)		
Moore, Steven N.			
	Number and Street, City, State, Zip Code)		
6029 NE 35th Street, Kirkland,			
Check Box(es) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[X] Director
Full Name (Last name first, if ind	lividual)		
Davis, Kenneth O.			
Business or Residence Address (1 1800 102nd Avenue NE, Bellevi	Number and Street, City, State, Zip Code) ue, WA 98004		
Check Box(es) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[ ] Director
Full Name (Last name first, if ind			
Business or Residence Address (I	Number and Street, City, State, Zip Code)		
Check Box(es) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[ ] Director
Full Name (Last name first, if ind	lividual)		
Business or Residence Address (I	Number and Street, City, State, Zip Code)		
Check Box(cs) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[ ] Director
Full Name (Last name first, if ind			
,	,		
Business or Residence Address (I	Number and Street, City, State, Zip Code)		
Check Box(es) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[ ] Director
Full Name (Last name first, if ind			
Business or Residence Address (	Number and Street, City, State, Zip Code)	-	
Check Box(es) that Apply:	[ ] Promoter [ ] Beneficial Owner [ ] General and/or Managing Partner	[ ] Executive Officer	[ ] Director
Full Name (Last name first, if ind			, ,
Business or Residence Address (I	Number and Street, City, State, Zip Code)		
	(Use blank sheet, or copy and use additional copie	es of this sheet, as necessary.)	

					B. INI	FORMA'	TION A	BOUT O	FFERING	G				
1.	Has the issue	r sold, or c	loes the iss	uer intend	to sell, to	non-accrec	lited invest	tors in this nn 2, if fili	offering?. ng under U	JLOE.			Ye [ ]	
2.	What is the n	ninimum i	nvestment	that will b	e accepted	from any	individualʻ	?	······				\$ <u>N</u>	<u>/A</u>
3.	Does the offe	ering perm	it joint owr	nership of	a single un	it?		***************************************		•••••		i	N/A [ ]	
4.	Enter the inforcemuneration agent of a brobe listed are	ı for solici oker or de	tation of praler registe	archasers i red with th	n connecti ne SEC and	on with sa d/or with a	les of secu state or st	ırities in th ates, list th	e offering. te name of	If a perso the broke	on to be lis r or dealer	ted is an a . If more t	ssociated per	
Ful	Name (Last n	ame first,	if individua	al)										•
Bus	iness or Reside	ence Addr	ess (Numb	er and Stre	et, City, S	tate, Zip C	ode)					· •		
Nar	ne of Associate	ed Broker	or Dealer	<u> </u>										· · · · · · · · · · · · · · · · · · ·
Stat	es in Which Pe	erson Liste	ed Has Soli	cited or In	tends to So	olicit Purch	asers							·
		:												
	(Check	"All State: [AK]	s" or check [AZ]	individua [AR]	I States) [CA]	[CO]	[CT]	[DE]	[DC]	[FL]	[GA]	[HI]	[ ] All S [ID]	states
	(AE) (IL) (MT) (RI)	[IN] [NE] [SC]	[IA] [NV] [SD]	[KS] [NH] [TN]	[KY] [NJ] [TX]	[LA] [NM] [UT]	[ME] [NY] [VT]	[MD] [NC] [VA]	[MA] [ND] [WA]	MI] [OH] [WV]	[MN] [OK] [WI]	MS) [OR] [WY]	[MO] [PA] [PR]	
Ful	Name (Last n				[17]	[01]	[**]	[vaj	[WAJ	[** *]	[***]	[** 1]	[FK]	
Bus	iness or Reside	ence Addr	ess (Numb	er and Stre	et, City, S	tate, Zip C	ode)							
Nar	ne of Associate	ed Broker	or Dealer											<del> </del>
					1	11 to 15								
Stai	es in Which Pe													,
			s" or check				[CT]							States
	[AL] [IL]	[AK] [IN]	[AZ] [IA]	[AR] [KS]	[CA] [KY]	[CO] [LA]	[ME]	[DE] [MD]	[DC] [MA]	[FL] [Ml]	[GA] [MN]	[HI] [MS]	[ID] [MO]	
	[MT] [RI]	[NE] [SC]	[NV] [SD]	[NH] [TN]	[NJ] [TX]	[NM] [UT]	[NY] [VT]	[NC] [VA]	[ND] [WA]	[OH] [WV]	[OK] [WI]	[OR] [WY]	[PA] [PR]	
Ful	Name (Last n	ame first,	if individu	al)										
Bus	iness or Resid	ence Addr	ess (Numb	er and Stre	et, City, S	tate, Zip C	ode)							
Nar	ne of Associate	ed Broker	or Dealer		*									
Stat	tes in Which Po	erson Liste	ed Has Soli	cited or In	tends to So	olicit Purch	nasers	<del>-</del> ·	<del></del>					
	(Check	"All State	s" or check	individua	l States)				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				[ ] All S	States
	(AL) (IL) (MT)	[AK] [IN] [NE]	[AZ] [IA] [NV]	[AR] [KS] [NH]	[CA] [KY] [NJ]	[CO] [LA] [NM]	[CT] [ME] [NY]	[DE] [MD] [NC]	[DC] [MA] [ND]	[FL] [MI] [OH]	[GA] [MN] [OK]	[HI] [MS] [OR]	[ID] [MO] [PA]	
	(RI)	[SC]	[SD]	[TN]	[TX]	[UT]	[VT]	[VA]	[WA]	[WV]	[WI]	[WY]	[PR]	

(Use blank sheet, or copy and use additional copies of this sheet, as necessary.)

3 of 6

SEC 1972 (1/94)

#### C. OFFERING PRICE, NUMBER OF INVESTORS, EXPENSES AND USE OF PROCEEDS 1 Enter the aggregate offering price of securities included in this offering and the total amount already sold. Enter "0" if answer is "none" or "zero." If the transaction is an exchange offering, check this box [ ] and indicate in the columns below the amounts of the securities offered for exchange and already exchanged. Type of Security Amount Already Aggregate Offering Price Sold Debt ..... 230,000 Equity ..... 230,000 [X] Common [X] Preferred Series A Preferred Convertible Securities (including warrants) Partnership Interests.... Other (specify) Notes and Warrants Total ..... 230,000 Answer also in Appendix, Column 3, if filing Under ULOE 2. Enter the number of accredited and non-accredited investors who have purchased securities in this offering and the aggregate dollar amounts of their purchases. For offerings under Rule 504, indicate the number of persons who have purchased securities and the aggregate dollar amount of their purchases on the total lines. Enter "0" if answer is "none" or "zero." Aggregate Dollar Amount Number of Investors of Purchases Accredited Investors 230,000 Non-accredited Investors 0 0 Total (for filings Under Rule 504 Only)..... Answer also in Appendix, Column 4 if filing under ULOE 3. If this filing is for an offering Under Rule 504 or 505, enter the information requested for all securities sold by the issuer, to date, in offerings of the types indicated, in the twelve (12) months prior to the first sale of securities in this offering. Classify securities by type listed in Part C - Question 1. Type of offering Type of **Dollar Amount** Security Sold Rule 505..... Regulation A..... Rule 504..... Total .....

a. Furnish a statement of all expenses in connection with the issuance and distribution of the securities in this offering. Exclude amounts relating solely to organization expenses of the issuer. The information may be given as subject to future contingencies. If the amount of an expenditure is not known, furnish an estimate and check the box to the left of the estimate...

Transfer Agent's Fees	\$0
Printing and Engraving Costs	\$0
Legal Fees[X]	\$ 5,000
Accounting Fees	\$0
Engineering Fees	\$0
Sales Commissions (Specify finder's fees separately)	\$0
Other Expenses (identify): Blue Sky filing fee[X]	\$
Total[X]	\$5,300

	C. ONFERING PRICE, NUMBER	OF EVVESTORS, EXP	NSES	LND U	SE OF PRO	ČEE	DS .
	<ul> <li>b. Enter the difference between the aggregate offering pr</li> <li>Question 1 and total expenses furnished in response to difference is the "adjusted gross proceeds to the issuer."</li> </ul>	N Den → C Character de ment			-	•	224 700
5.	Indicate below the amount of the adjusted gross proproposed to be used for each of the purposes shown. If not known, furnish an estimate and check the box to the of the payments listed must equal the adjusted gross proresponse to Part C — Question 4.6 above.	occeds to the issuer used or the amount for any purpose is				<b>9</b> _	224,700
					to Officers, & Affiliates	1	Payments To Others
	Salaries and fees		<b>s</b>		1	\$_	
	Purchase of real estate		<b>s</b>		1	<b>s</b> _	
	Purchase, rental or leasing and installation of machin	ery and equipment	<b>S</b>			<b>s_</b>	
	Construction or leasing of plant buildings and faciliti	cs[]	S			•	· · · · · · · · · · · · · · · · · · ·
	Acquisition of other businesses (including the value offering that may be used in exchange for the as issuer pursuant to a merger)	of securities involved in this		<u> </u>	, , , , , , , , , , , , , , , , ,		· ,
	Repayment of indebtedness		s		[]	\$_ \$_	
	Working capital	11	<b>s</b>		IXI	<b>s_</b>	224,700
	Other:		<b>s</b>		[]	<b>s_</b>	
	Column totals		<b>s</b>		[X]	<b>S</b>	224,700
	Total payments listed (column totals added)		[X]	5	224,700		
7	The state of the s	FEDERAL SIGNATURE				Service .	A septiment of the second of t
The issu constitu the issu	uer has duly caused this notice to be signed by the undersigned ites an undertaking by the issuer to farmish to the U.S. Securiti arr to any non-accredited investor pursuant to paragraph (b)(2)	d duly authorized person. If the cs and Exchange Commission, of Rule 502.	is notice if upon wr	is filed uniten requ	nder Rule 505, uest of its staff,	the foll- the infe	owing signature ormation furnished by
	Print or Type)		f	//		•	
	2 systems, Inc	Signature			フー	Date	01/0/07
	f Signer (Print or Type) Hernan Alvarez	Title of Signer (Pa President and	nt or Typ	e) (	······································	<del></del>	<del></del>

Attention

Intentional misstatements or omissions of fact constitute federal criminal violations. (See 18 U.S.C. 1001.)